through distribution of available FLEP funds to State Foresters and through monitoring, review, and evaluation of FLEP activities and accomplishments.

- (k) FLEP funds may not be used by States for capital investments or capital improvements unless specifically authorized in a funding document and must be limited to \$5,000. The limitation on capital improvements excludes practices and activities cost-shared with landowners through FLEP.
- (1) Funds may not be authorized in the financial assistance document or used for the purchase of land, any interest in land, or any interest in an endowment.
- (m) By September 30, 2006, the Chief must submit a cumulative report to the Secretary of Agriculture summarizing all the activities and practices funded under FLEP as of that date.

§ 230.33 Responsible Official program administration.

- (a) The Responsible Official shall review and provide concurrence with State priority plans, including any revisions of such plans.
- (b) The Responsible Official shall provide oversight for all aspects of FLEP, including program reviews and shall ensure that the Forest Service is represented on each State Forest Stewardship Coordinating Committee.
- (c) The Responsible Official shall disburse funds to the State Forester or their designated third parties in a timely manner.
- (d) The Responsible Official shall determine the final funds distribution to States.
- (e) The funds will be distributed to individual States based on criteria in §230.32 (f).
- (f) Policy in the Forest Service Manual Chapter 3310 will provide additional direction for funding distribution.
- (g) The Responsible Official must submit an annual report to the Chief summarizing all activities and practices funded through FLEP for the previous fiscal year.
- (h) By September 1, 2006, the Responsible Official must submit a cumulative report to the Chief summarizing all activities and practices funded through FLEP as of June 1, 2006, along

with copies of the reports submitted from the participating States.

§ 230.34 State program administration.

- (a) In States electing to participate in FLEP, the State Forester and the State Forest Stewardship Coordinating Committee, established pursuant to section 19(b) of the Cooperative Forestry Assistance Act, as amended (16 U.S.C. 2101, et seq.), shall jointly develop a State priority plan. The plan must be submitted to the appropriate Responsible Official for review and concurrence.
- (b) The State Forester shall develop, implement and administer FLEP consistent with the State priority plan. The State Forester must ensure that all activities are carried out properly and that all cost-shared practices meet the appropriate standards and specifications.
- (c) No match of funds is required from the State for participation in FLEP.
- (d) In order to facilitate development of FLEP any State may request up to \$50,000 of the first-year allocation in advance of Forest Service concurrence with a State priority plan.
- (e) Each State participating in FLEP shall submit an annual report to the respective Responsible Official, reporting all activities and practices funded through FLEP for the previous fiscal year. The report shall contain data on accomplishments by educational assistance, technical assistance, and cost-share assistance based on State objectives and measurable outcomes included in State priority plans.
- (f) By July 15, 2006, the State Forester of each State participating in FLEP must submit to the respective Responsible Official a summary report of all State activities and practices funded through FLEP as of June 1, 2006.

§ 230.35 FLEP elements.

- (a) States may use FLEP funds to assist landowners in managing their non-industrial private forest lands and related resources through the following elements:
- (1) Development and implementation of educational programs;